GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:2924
ANSWERED ON:12.12.2006
CLOSURE OF NTC AND NJMC MILLS
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Will the Minister of TEXTILES be pleased to state:

(a) whether the Government proposes to close down some of the mills of National Textile Corporation (NTC) and National Jute Manufacturing Corporation (NJMC) and to privatise them;

(b) if so, the number and details of mills proposed to be privatised and those to be operated by the Government State-wise;

(c) whether the Government proposes to revive these mills;

(d) if so, the funds provided for the purpose, State-wise; and

(e) the details of the mills benefited under JMDC Incentive Scheme for Modernisation of Jute Industry during each of the last three years and current year?

Answer

MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI E.V.K.S. ELANGOVAN)

(a) to (c) As part of the scheme approved by Board for Financial and Industrial Reconstruction (BIFR) in 2002, for the revival of National Textile Corporation (NTC) mills, 65 unviable textile mills have already been closed down. Subsequently, the workers of 12 more textile mills of NTC have left the mills after availing Voluntary Retirement Scheme (VRS) and there is no production activity in these mills. The Government has decided to close down these 12 mills.

As part of the Modified Rehabilitation Scheme (MRS), 2006, approved by BIFR, NTC has to explore the possibility of roping in private partners to revive 18 mills. The list of these 18 mills is given at Annexure-I. In addition, NTC itself has started modernizing 22 mills. The list of these 22 mills is given at Annexure-II.

As far as National Jute Manufacturing Corporation (NJMC) mills are concerned, the Government has not decided to close down any mill. On the other hand, Ministry of Textiles has approached the Board for Reconstruction of Public Sector Enterprises (BRPSE) for revival of two mills namely the Khardah and Kinnison mills.

(d) The modernization of NTC mills entail estimated expenditure of Rs.529.96 Crores. The modernization and rehabilitation programme is largely self-financing. The NTC is to generate resources for this purpose from sale of surplus mill lands.

(e) The details of the mills are given in Annexure -III.

ANNEXURE-I

LIST OF 18 MILLS PROPOSED FOR JOINT VENTURE

S.NO.	NAME OF THE MILLS	LOCATION
NTC (APKKM) LTD.		ANDHRA PRADESH
1	TIRUPATI COTTON MILLS	RENIGUNTA
		KERALA
2	PARVATHI MILLS	QUILON
NTC (MN) LTD.		MAHARASHTRA
3	INDIA UNITED MILLS	NO.1 MUMBAI
4	RBBA MILLS	HINGANGHAT
5	SAVATRAM RAMPRASAD MILLS	AKOLA
NTC (SM) LTD.		MAHARASHTRA
6	APOLLO TEXTILE MILLS	MUMBAI
7	CHALISGAON TEXTILE MILLS	CHALISGAON
8	DHULE TEXTILE MILLS	DHULE
9	GOLDMOHUR MILLS	MUMBAI
10	NANDED TEXTILE MILLS	NANDED

11 NEW CITY OF BOMBAY MFG. MILLS MUMBAI
12 AURANGABAD TEXTILE MILLS AURANGABAD
NTC (UP) LTD. UTTAR PRADESH
13 SWADESHI COTTON MILLS, Mau MAUNATHBHANJAN
NTC (WBABO) LTD. WEST BENGAL
14 LAXMINARAYAN COTTON MILLS RISHRA
15 SODEPUR COTTON MILLS SODEPUR
ORISSA
16 ORISSA COTTON MILLS BHAGATPUR
N.T.C.(TN & P)LTD TAMIL NADU
17 SRI SARDA MILLS COIMBATORE
18 COIMBATORE SPG.& WVG.MILLS COIMBATORE

Annexure - II

LIST OF 22 MILLS PROPOSED FOR REVIVAL BY NTC

Sr.NO. NAME OF THE MILLS LOCATION

NTC (APKKM) LTD. KARNATAKA
1 MINERVA MILS BANGALORE
KERALA
2 ALGAPPA TEXTILE MILLS ALAGAPPANAGAR
3 CANNANORE SPG.& WVG.MILLS CANNANORE
4 KERALA LAXMI MILLS TRICHUR
5 VIJAYAMOHINI MILLS TRIVANDRUM
MAHE
6 CANNANORE SPG.& WVG.MILLS MAHE
NTC (MN) LTD. MAHARASHTRA
7 PODAR MILLS MUMBAI
8 TATA MILLS MUMBAI
9 INDIA UNITED MILL NO.5 MUMBAI
NTC (SM) LTD. MAHARASHTRA
10 BARSHI TEXTILE MILLS BARSHI
11 FINLAY MILLS MUMBAI
N.T.C.(TN & P)LTD TAMIL NADU
12 CAMBODIA MILLS COIMBATORE
13 COIMBATORE MURUGAN MILLS COIMBATORE
14 PANKAJA MILLS COIMBATORE
15 PIONEER SPINNERS MILLS KAMUDAKUDI
16 SRI RANGAVILAS S.& W. MILLS COIMBATORE
17 KALEESWARAR MILLS `B` UNIT KALAYARKOIL
NTC (DPR) LTD. RAJASTHAN
18 UDAIPUR COTON MILLS UDAIPUR
NTC (GUJ.) LTD. GUJARAT
19 RAJNAGAR TEXTILE MILL NO.1 AHMEDABAD
NTC (WBABO) LTD. WEST BENGAL
20 ARATI COTTON MILLS DASS NAGAR
NTC (MP) LTD. MADHYA PRADESH
21 BURHANPUR TAPTI MILLS BURHANPUR
22 NEW BHOPAL TEXTILE MILLS BHOPAL

Annexure-III

2003-04

LIST OF PAYMENT RELEASED AS INCENTIVE UNDER JMDC`S INCENTIVE SCHEME FOR MODERNISATION / UPGRADATION OF JUTE INDUSTRY

BANK FINANCE

Srl.No.	Name of the concern	Investment amount (Rs. in lakhs)	Incentive Amount (Rs. in lakhs)
1	Sri Seetharama Jute Twine Mills (Pvt) Ltd.	25.00	3.75
2	Sri Seetharama Jute Twine Mills (Pvt) Ltd.	12.91	1.94
	TOTAL	37.91	5.69
3	Venkata Balaji Jute Mills	12.27	1.84
	TOTAL	50.18	7.53

OWN SOURCE

1	Neelam Jute (P) Ltd.	26.71	4.01
2	The Mahabir Jute Mills Ltd.	36.84	5.53
3	Cheviot Co. Ltd.	104.31	15.64
4	Alliance Mills (Lessees) Ltd.	7.57	1.14
5	Hestings Jute Mill (1st. Phase)	129.10	19.37
6	Meghdoot Projects Ltd.	12.69	1.90
	TOTAL	317.22	47.58
9	GRAND TOTAL (O.S. + B. F.)	367.40	55.11

2004-05

BANK FINANCE

1	Jyothi Jute Mills Pvt. Ltd.	62.41	9.36
2	Rajam Poly Packs Ltd.	13.47	2.02
3	Srinivasa Jute Mills Pvt. Ltd.	6.50	0.98
4	Nellimarla Jute Mills Co. Ltd.	46.80	7.03
	Total	129.18	19.39

OWN SOURCE

1	Jagaddal Jute & Industries Ltd.	12.62	1.89
2	Aditya Translink Pvt. Ltd. (Samnagar Jute Factory North Mill)	21.24	3.19
3	Delta Ltd.	19.24	2.89
4	Kanknarrah Co. Ltd.	95.24	14.29
5	Sri Kinidi Surapu Naidu Jute Twine Industries Pvt. Ltd.	43.44	6.52
6	Trend Vyapaar Ltd. (Unit : Kelvin Jute Mills)	84.24	12.64
7	Pawan Putra Twine Mills Pvt. Ltd.	19.50	2.93
8	Gloster Jute Mill Ltd.	121.11	18.17
9	Mahadeo Jute & Industries Ltd.	12.88	1.93
10	Birla Corporation Ltd. (Unit :Birla Jute Mills) - 1st. Phase	16.33	2.45
11	Birla Corporation Ltd. (Unit :Birla Jute Mills) - 2nd. Phase	6.44	0.97
12	Prabartak Jute Mills Ltd.	17.31	2.60
13	Cheviot Co. Ltd.(Budge Budge Project)- 2nd Phase	44.40	6.66
14	Kalinga Jute Products Pvt. Ltd.	100.70	15.11
15	Jaikishandass Mall Jute Products (P) Ltd.	46.85	7.03
16	Tepcon International (India) Ltd.	101.87	15.28
17	Kaliyaganj Agro Trading (P) Ltd.	103.92	15.59
	TOTAL	867.33	130.14
21	GRAND TOTAL (O.S. + B. F.)	996.51	149.53

2005-06

BANK FINANCE

1	Gloster Jute Mill Ltd.	141.54	21.23
2	Baranagar Jute Factory PLC	9.33	1.40
3	Sri Kimidi Surapu Naidu Jute Twine Industries Pvt. Ltd., A.P.	131.94	19.79
4	Srinivasa Jute Mills Ltd., A.P.	32.93	4.94
5	Sri Seetharama Jute Twine Mills (Pvt.) Ltd. (2nd Phase)	35.30	5.29
6	The Nahati Jute Mills Co. Ltd.	118.77	17.81
7	Extra Weave, Kerala	316.72	47.51
8	Gloster Jute Mill Ltd.	160.97	24.14
9	Eastern Juwool Tex (P) Ltd.	16.16	2.42
9	Total	963.66	144.53

Srl.No.	Name of the concern	Investment amount (Rs. in lakhs)	Incentive Amount (Rs. in lakhs)

OWN SOURCE

1	Extra Weave (Kerala)	585.53	87.83
2	Budge Budge Co. Ltd.	31.75	4.76
3	Kamarhatty Company Ltd.	279.42	41.91
4	Kanknarrah Co. Ltd.	38.11	5.72
5	Trend Vyapar Ltd.(Unit : Kelvin Jute Mill)	13.04	1.96
6	Naffar Chandra Jute Mills	16.14	2.42
7	Caledoniam Jute & Industries Ltd.	52.68	7.90
8	Neelam Jute Mills, A.P.	25.40	3.81
9	Sri Kimidi Surapu Naidu Jute Twine Industries Pvt. Ltd., A.P.	27.26	4.09
10	Rajam Poly Pack Ltd. A.P.	12.32	1.85
11	AI Champdany Industry Ltd.	27.76	4.16
12	Jagatdal Jute & Industries Ltd.	66.21	9.93
13	Mahadeo Jute & Industries Ltd.	44.53	6.68
14	Gloster Jute Mill Ltd.	34.94	5.24
15	East India Commercial Co. Ltd. (Unit Krishna Hessian) A.P.	76.68	11.50
16	East India Commercial Co. Ltd. (Unit Krishna Jute Mills) A.P.	52.53	7.88
17	Andhra Pradesh Fibres Ltd, A.P.	115.80	17.37
18	Caledoniam Jute & Industries Ltd. (2nd Phase)	47.24	7.09
19	Caledoniam Jute & Industries Ltd. (3rd Phase)	23.79	3.57
20	Chattisgarh Jute Udyog Ltd.	116.69	17.50
21	Kalinga Jute Products Pvt. Ltd.	44.67	6.70
22	Dalhouse Jute Co.	93.32	14.00
23	Hastings Jute Mills (2nd Phase)	183.64	27.55
24	Howrah Mills Co. Ltd.	149.76	22.46
25	Vasundhara Texcom (P) Ltd.	52.29	7.84
26	Birla Corporation Ltd.(Unit Birla Jute Mill)	6.44	0.97
	TOTAL	2217.94	332.69
35	GRAND TOTAL (O.S. + B. F.)	3181.60	477.22

2006-07 (upto date)

BANK FINANCE

1	Gangesh Jute Pvt. Ltd.	1086.59	162.99
2	Rajam Polly Packets Ltd. AP 2nd. Phase	13.26	1.99
3	Rajam Polly Packets Ltd. AP 3rd.. Phase	15.86	2.38
4	Sri Venkata Balaji Jute Mills (P) Ltd. A.P. 2nd, Phase	15.86	2.38
5	Sri Kimidi Surapu Naidu Jute Twine Industries Pvt. Ltd., A.P. 2nd Phase	93.95	14.09
6	Gloster Jute Mill Ltd. 3rd. Phase	93.55	14.03
6	Total	1319.07	197.86

OWN SOURCE

1	Assam Jute Products	44.62	6.69
2	Probortak Jute Mills Ltd.	43.16	6.47
3	Kamarhatty Company Ltd.	10.35	1.55
4	Ludlow Jute mills 2nd. Phase	23.92	3.59
5	Ludlow Jute mills 3rd.. Phase	16.43	2.46
6	Cheviot Co. Ltd. Unit - Budge Budge Project 3rd. Phase	18.56	2.78
7	Cheviot Co. Ltd. Unit - Budge Budge Project 4th. Phase	32.79	4.92
8	Cheviot Co. Ltd.Unit - Budge Budge Project 5th. Phase	68.34	10.25
9	Cheviot Co. Ltd. Unit - Falta 3rd. Phase	6.60	0.99
10	Cheviot Co. Ltd. Unit - Falta 5th. Phase	8.78	1.32
11	Alliance Mills (Lessees) 2nd Phase	34.87	5.23
12	Alliance Mills (Lessees) 3rd. Phase	11.60	1.74
12	TOTAL	320.02	47.99
18	GRAND TOTAL (O.S. + B. F.)	1639.09	245.85